

FISCAL NOTE

SB 2825 – HB 3930

March 7, 2006

SUMMARY OF BILL: Exempts from sales and use tax any natural gas consumed to generate heat for the production of aluminum sheet and foil when it is sold to or used by manufacturers.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - \$10,000

Assumptions:

- According to the Department of Revenue, there are approximately two companies in Tennessee who manufacture aluminum sheet and foil.
- One of the two companies is currently authorized by law for an exemption of sales and use tax on their natural gas consumption used in production.
- Authorizing the other company for the sales and use tax exemption would decrease state revenues by approximately \$10,000 per year.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White". The signature is fluid and cursive, with a long horizontal stroke at the end.

James W. White, Executive Director

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